House Study Bill 200 - Introduced

HOU	SE FILE
вч	(PROPOSED COMMITTEE ON
	STATE GOVERNMENT BILL BY
	CHAIRPERSON KAUFMANN)

A BILL FOR

- 1 An Act authorizing sports wagering on electronic sports events
- 2 and other sports-related events.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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- 1 Section 1. Section 99F.1, subsection 3, Code 2021, is
- 2 amended to read as follows:
- 3. "Authorized sporting event" means a professional sporting
- 4 event, collegiate sporting event, international sporting
- 5 event, electronic sports event, or professional motor race
- 6 event. "Authorized sporting event" does not include a race as
- 7 defined in section 99D.2, a fantasy sports contest as defined
- 8 in section 99E.1, minor league sporting event, or any athletic
- 9 event or competition of an interscholastic sport as defined in
- 10 section 9A.102.
- 11 Sec. 2. Section 99F.1, Code 2021, is amended by adding the
- 12 following new subsection:
- 13 NEW SUBSECTION. 10A. "Electronic sports event" means
- 14 a multiplayer video game event governed by a recognized
- 15 professional, international, or collegiate video game governing
- 16 body.
- 17 Sec. 3. Section 99F.1, Code 2021, is amended by adding the
- 18 following new subsection:
- 19 NEW SUBSECTION. 27A. "Sports-related event" means an
- 20 event that takes place in relation to an authorized sporting
- 21 event, but that is not tied to the outcome of a specific
- 22 athletic event or contest as authorized by the commission.
- 23 "Sports-related event" includes, but is not limited to,
- 24 professional sports drafts and individual player awards.
- Sec. 4. Section 99F.1, subsection 28, Code 2021, is amended
- 26 to read as follows:
- 27 28. "Sports wagering" means the acceptance of wagers on
- 28 an authorized sporting event or sports-related event by any
- 29 system of wagering as authorized by the commission. "Sports
- 30 wagering" does not include placing a wager on the performance
- 31 or nonperformance of any individual athlete participating in a
- 32 single game or match of a collegiate sporting event in which
- 33 a collegiate team from this state is a participant, placing
- 34 a wager on any individual performance or nonperformance of a
- 35 participant in an electronic sports event who is under eighteen

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- 1 years of age, or placing a wager on the performance of athletes
- 2 in an individual international sporting event governed by the
- 3 international olympic committee in which any participant in the
- 4 international sporting event is under eighteen years of age.
- 5 Sec. 5. Section 99F.7A, subsection 2, paragraph b, Code
- 6 2021, is amended to read as follows:
- 7 b. Establish, subject to commission approval, sports
- 8 wagering rules that specify the amounts to be paid on winning
- 9 sports wagers, the effect of changes in the scheduling of an
- 10 authorized sporting event or sports-related event subject to
- 11 sports wagering, and the source of the information used to
- 12 determine the outcome of a sports wager. The sports wagering
- 13 rules shall be displayed in the licensee's sports wagering
- 14 area, posted on the internet site or mobile application used
- 15 by the licensee to conduct advance deposit sports wagering as
- 16 authorized in section 99F.9, and included in the terms and
- 17 conditions of the licensee's advance deposit sports wagering
- 18 system.
- 19 Sec. 6. Section 99F.7A, subsection 4, Code 2021, is amended
- 20 to read as follows:
- 21 4. A licensee issued a license to conduct sports wagering
- 22 under this section shall employ reasonable steps to prohibit
- 23 coaches, athletic trainers, officials, players, or other
- 24 individuals who participate in an authorized sporting event or
- 25 sports-related event that is the subject of sports wagering
- 26 from sports wagering under this chapter. In addition, a
- 27 licensee shall employ reasonable steps to prohibit persons
- 28 who are employed in a position with direct involvement with
- 29 coaches, players, athletic trainers, officials, players, or
- 30 participants in an authorized sporting event or sports-related
- 31 event that is the subject of sports wagering from sports
- 32 wagering under this chapter.
- 33 Sec. 7. Section 99F.12, subsection 2, paragraph b, Code
- 34 2021, is amended to read as follows:
- 35 b. A licensee under section 99F.7A shall promptly report

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- 1 to the commission any criminal or disciplinary proceedings
- 2 commenced against the licensee or its employees in connection
- 3 with the licensee conducting sports wagering or advance
- 4 deposit sports wagering, any abnormal wagering activity or
- 5 patterns that may indicate a concern about the integrity of
- 6 an authorized sporting event or events sports-related event,
- 7 and any other conduct with the potential to corrupt a wagering
- 8 outcome of an authorized sporting event or sports-related
- 9 event for purposes of financial gain, including but not
- 10 limited to match fixing, and suspicious or illegal wagering
- ll activities, including the use of funds derived from illegal
- 12 activity, wagers to conceal or launder funds derived from
- 13 illegal activity, use of agents to place wagers, or use of
- 14 false identification. The commission is required to share
- 15 any information received pursuant to this paragraph with the
- 16 division of criminal investigation, any other law enforcement
- 17 entity upon request, or any regulatory agency the commission
- 18 deems appropriate. The commission shall promptly report any
- 19 information received pursuant to this paragraph with any
- 20 sports team or sports governing body as the commission deems
- 21 appropriate, but shall not share any information that would
- 22 interfere with an ongoing criminal investigation.
- 23 EXPLANATION
- 24 The inclusion of this explanation does not constitute agreement with
- the explanation's substance by the members of the general assembly.
- 26 This bill relates to the inclusion of wagering on electronic
- 27 sports events and other sports-related events within the
- 28 provisions governing sports wagering.
- 29 The bill adds "electronic sports events" as a type of
- 30 authorized sporting event, and defines "electronic sports
- 31 event" to mean a multiplayer video game event governed by a
- 32 recognized professional, international, or collegiate video
- 33 game governing body.
- 34 The bill defines "sports-related event" as an event that
- 35 takes place in relation to an authorized sporting event, but

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- 1 that is not tied to the outcome of a specific athletic event
- 2 or contest as authorized by the commission. "Sports-related
- 3 events" include but are not limited to professional sports
- 4 drafts and individual player awards.
- 5 The bill adds wagers on sports-related events as a form
- 6 of sports wagering, and prohibits placing a wager on any
- 7 individual performance or nonperformance of a participant in an
- 8 electronic sports event who is under 18 years of age.
- 9 The bill makes conforming changes to Code sections 99F.7A
- 10 and 99F.12.